Increase in FDI

2341. SHRI JANARDHANA POOJARY: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether it is a fact that FDI in India is expected to treble by the close of financial year 2004-2005;

(b) if so, the details in this regard with FDI during the last five years, year-wise and sector-wise;

(c) what are the areas the overseas investors are evincing interest in and the sectors that would be of interest to such investors during the next five years; and

(d) what measures are contemplated to facilitate the anticipated volume of FDI?

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI E.V.K.S. ELANGOVAN): (a) and (b) During the financial year 2004-05, equity component of Foreign Direct Investment (FDI) inflow (upto December, 2004) was Rs. 14,232.42 crore. Statement showing Sector-wise and Year-wise (FDI) inflow during the last five years is enclosed, *(see* below)

(c) and (d) Top five sectors attracting FDI inflow since 2000-01 are Electrical Equipments (including computer software and electronics). Telecommunications, Fuels (Power & Oil Refinery), Transportation Industry and Service Sectors.

Under the liberalised economic environment, investment decisions including the choice of sectors and locations, are taken by the entrepreneur based on their commercial and other relevant considerations. The Government have put in place a liberal and transparent policy wherein FDI upto 100% is allowed under the automatic route in most sectors/activities. Cases requiring prior Government approval are considered by the Foreign Investment Promotion Board. FDI policy, including procedures, is reviewed on an ongoing basis to facilitate inflow of FDI.

Statement

Financial year-wise break-up for Foreign Direct Investment (FDI) inflows received from April, 2000 to December, 2004

(Amount in crore rupees)

Sl. No.	Sector	2000-01	2001-02	2002-03	2003-04	2004-05 (upto Dec. 2004)	Total
1	2	3	4	5	6	7	8
1.	ELECTRICALS EQUIPMENT (including computer software & electronics)	1373,85	2270.88	3075.23	2449.32	2482.74	11652.02
2.	TELECOMMUNICATIONS	1127.46	3959	1058.41	531.95	510.52	7187.34
3.	FUELS (POWER & OIL REFINERY)	392.83	4504.73	551 19	520.94	63253	6602.23
4.	TRANSPORTATION INDUSTRY	86478	1230.63	2172.55	1417.13	679.07	6364.17
5.	SERVICE SECTOR	3168	895.26	1551	123527	996.17	4994.5
6.	DRUGSAND PHARMACEUTICALS	160.29	355.56	191.58	501.67	1330 99	2540.1
7.	CHEMICALS (OTHER THAN FERTILIZERS)	515.44	433.24	611.27	93.69	859.86	2513.5
8.	FOOD PROCESSING INDUSTRY	198.13	1036.12	176.53	510.85	154.26	2075.88
9.	CONSULTANCY SERVICES	18.47	298.67	121 94	257.13	1142.64	1838.85
10.	METALLURGICAL INDUSTREIS	107.34	95.28	221.85	146.06	808.42	1378.94
11.	CEMENT AND GYPSUM PRODUCTS	291 24	630.13	101.17	44.04	0.73	1067.32
12.	MISCELLANEOUS MECHANICAL & ENGINEERING	195.75	278.05	211.69	100.07	5622	841.78
13.	HOTEL & TOURISM	56.98	151.33	160.14 '	2268	140.21	73546

1	2	3	4	5	6	7	8
14.	TRADING	50.72	194.99	182.76	104.66 .	41.99	575.12
15.	TEXTILES (INCL. DYED, PRINTED)	8.89	24.07	258.19	42.84	176.82	510.82
16.	RUBBER GOODS	0.46	222.48	75.62	29.31	181.97	509.84
17.	GLASS	145.64	37.68	215.88	24.11	38.47	461.78
18.	PAPER AND PULP INCLUDING PAPER PRODUCT	258.18	76.84	34.99	31.68	12.41	414.1
19.	MACHINE TOOLS	6.25	19.46	67.88	250.75	49.73	394.06
20.	MEDICALAND SURGICAL APPLIANCES	24.01	191.54	103.77	9.26	22.44	351.02
21.	INDUSTRIAL MACHINERY	23.69	147.95	91.44	13.93	37.74	314.74
22.	FERTILIZERS	0	0	78.63	99.29	61.9	239.82
23.	FERMENTATION INDUSTRY	68.88	49.7	38.68	7.82	33.94	199.02
24.	CERAMICS	17.75	3.53	1.01	6.78	120.47	149.55
25.	COMMERCIAL OFFICE & HOUSEHOLD EQUIPMENT	52.55	22.56	10.81	40.96	10.79	137.67
26.	AGRICULTURAL MACHINERY	15.65	5	64.68	0.11	0	85.43
27.	LEATHER LEATHER GOODS AND PICKERS	43.32	0.92	0.05 '	32.18	2.03	78.5
28.	EARTH-MOVING MACHINERY	0	0.48	66.12	0.05	0.47	67.12
29.	SCIENTIFIC INSTRUMENTS	35.19	10.47	0.92	0.07	0.14	46.78
30.	INDUSTRIAL INSTRUMENTS	4.54	22.83	6.21	4.16	4.95	42.68
31.	SUGAR	0	0	19.08	0.25	13.51	32.84
32.	VEGETABLE OILS AND VANASPATI	0	0	0	7.79	24.9	32.69
33.	GLUE AND GELATIN	0	4.5	25.08	0	0	29.58

1	2	3	4	5	6	7	8
34.	DYE-STUFFS	4.5	0.87	0	2	5.42	12.79
35.	PHOTOGRAPHIC RAW FILM AND PAPER	0	0	2.83	1.35	1.18	5.37
36.	SOAPS, COSMETICS AND TOILET PREPARATIONS	0	0	0	0	4.09	4.09
37.	TIMBER PRODUCTS	0	0.22	0.2	0.5	0.07	0.99
38.	PRIME MOVERS OTHER THAN ELECTRICAL	0	0	0	0	0.25	0.25
39.	BOILERS AND STEAM GENERATING PLANTS	0	0	0	0.2	0	0.2
40.	MATHEMATICAL SURVEYING AND DRAWING	0	0.02	0	0	0	02
41.	MISCELLANEOUS INDUSTRIES	3988.42	1311.28	1321.3	1319.11	1107.22	9047.33
42.	ADVANCE OF INFLOW	1912.58	706.61	1977.12	1880.76	2485.15	8962.22
43.	STOCK SWAPPED	0	0	84	172.5	-	256.5
44.	NRI-RBI SCHEMES	364.63	167.94	0.49	0	0	533.06.,
	GRAND TOTAL	12645.19	19360.82	14932.29	12117.36	14232.42	73288.08

Note: The above data reflect only equity component of the FDI. 'Reinvested earnings' and Other capital components of FDI are not reflected in the above data.